

Component Unit Year-End Reporting Memorandum – FY 2008
Attachment CU7 – Instructions
GASBS No. 20 for Proprietary Funds

Purpose

To determine the **GASBS No. 20** reporting option the Component Unit uses to report its business-type activity.

Note: This attachment is similar to prior year's Attachment CU7.

Applicable entities

- A.L. Philpott Manufacturing Extension Partnership
 - Belmont Bay Science Center Foundation
 - Danville Science Center, Inc.
 - Hampton Roads Sanitation District Commission
 - Library of Virginia Foundation
 - Science Museum of Virginia Foundation
 - Virginia Biotechnology Research Partnership Authority
 - Virginia Horse Center Foundation
 - Virginia Housing Development Authority
 - Virginia Museum of Fine Arts Foundation
 - Virginia Port Authority and Virginia International Terminals
 - Virginia Public School Authority
 - Virginia Resources Authority
-

Due date

September 23, 2008

Certification

The **Certification** section requires the preparer and reviewer to type their name on this form. It is located at the end of the Attachment. Please note that there should be a segregation of duties; therefore, the preparer and the reviewer should not be the same individual. By typing a name, the individual is certifying that this attachment has been reviewed, the information is both complete and accurate, and the preparer and reviewer were not the same.

Submission requirements

Contact DOA if the entity has any problems with the files.

After downloading the file, rename the spreadsheet file using the entity's acronym followed by AttCU7. For example, the Virginia Resources Authority should rename its Attachment CU7.doc file as VRAAttCU7.doc.

Submit the Word document electronically to
finrept-cu@doa.virginia.gov.

Copy APA via e-mail to APAFinRept@apa.virginia.gov.

Do not submit paper copies of the Word attachment.

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GASBS No. 20
requirements

GASBS No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, provides governments two options for reporting proprietary fund activities (including component units reporting business-type activity). The options are as follows:

- **Option 1:** Apply all applicable GASB pronouncements and all FASB Statements and Interpretations, Accounting Principles Board (APB) Opinions and Accounting Research Bulletins (ARB) issued **on or before** November 30, 1989, unless those conflict with or contradict GASB pronouncements.
- **Option 2:** Apply all of the above pronouncements and also apply all FASB Statements and Interpretations issued **after** November 30, 1989 except for those that conflict with or contradict GASB pronouncements. **GASBS No. 29**, *The Use of Not-for-Profit Accounting and Financial Reporting Principles by Governmental Entities*, limits the application of FASB Statements and Interpretations issued after November 30, 1989 to those that are developed primarily for business enterprises.

Options
reported in the
prior year

The chart below contains the options reported in the prior year. If a different option is selected for the current year, the entity must provide the required disclosures for a change in accounting principle.

| Component Unit | Option |
|---|---------------|
| A. L. Philpott Manufacturing Extension Partnership | Option 2 |
| Hampton Roads Sanitation District Commission | Option 1 |
| Virginia Biotechnology Research Partnership Authority | Option 2 |
| Virginia Horse Center Foundation | N/A |
| Virginia Housing Development Authority | Option 1 |
| Virginia Port Authority and | N/A |
| Virginia International Terminals | Option 1 |
| Virginia Public School Authority | Option 1 |
| Virginia Resources Authority | Option 1 |